A BILL FOR AN ACT ENTITLED: "AN ACT GENERALLY REVISING INDEPENDENT CONTRACTOR LAWS;

PROVIDING DEPARTMENT ANALYSIS IN THE EVENT OF MISREPRESENTATIONS RELATING TO

INDEPENDENT CONTRACTOR STATUS; AMENDING SECTIONS 39-51-203, 39-71-417, AND 39-71-419,

MCA."

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

NEW SECTION. Section 1. Independent contractor misrepresentations. (1) The employment status of a person is determined by this subsection (2) if the person does not have an independent contractor exemption certificate and:

- (a) the person represents to a hiring agent that they have an independent contractor exemption certificate and is required by 39-71-417 to have the certificate; and
- (b) one of the following occurs:
- (b) the person applied for an independent contractor exemption certificate prior to the event triggering A departmental investigation;
- (c) the person provided the hiring agent a forged independent contractor exemption certificate;
- (d) the hiring agent contacted the department and was informed the person was an independent contractor;
- (e) the person's independent contractor exemption certificate expires during the working relationship; or
- (f) the person fraudulently induced the hiring agent to commence the working relationship based upon the worker's status as an independent contractor.
- (2) If the person's status is not conclusively determined because of subsection (1), The department shall investigate whether, as to the particular hiring agent:
- (a) the person was free from direction and control in the performance of services; and
- (b) the person was engaged in an independently established trade, occupation, profession, or business.
- (3) A person found to meet the requirements of subsection (2)(a) and (2)(b) is an independent contractor.